

HARGROVE, SMELLEY & STRICKLAND

JOSEPH L. HARGROVE, JR.
DAVID L. SMELLEY
PAUL A. STRICKLAND
GLENN L. LANGLEY
JASON C. FALUDI

OF COUNSEL
WILLIAM G. CONLY

(A PROFESSIONAL LAW CORPORATION)
AMERICAN TOWER, SUITE 600
401 MARKET STREET
SHREVEPORT, LOUISIANA 71101-3239

THOMAS J. WYATT (1942-1996)

MAILING ADDRESS
POST OFFICE BOX 59
SHREVEPORT, LOUISIANA 71161-0059
TELEPHONE (318) 429-7200
TELECOPIER (318) 429-7201

August 9, 2004

Honorable James H. Welsh
Commissioner of Conservation
State of Louisiana
Post Office Box 44275
Baton Rouge, Louisiana 70804-4275

Re: APPLICATION FOR PUBLIC HEARING.

Hosston Formation, Reservoir A; and Cotton Valley
Formation, Reservoir A; CASPIANA FIELD, Caddo
Parish, Louisiana.

Dear Sir:

MATADOR PRODUCTION COMPANY ("Applicant") hereby respectfully applies for a public hearing to consider evidence relative to the issuance of Orders pertaining to the following matters relating to the Hosston Formation, Reservoir A, and to the Cotton Valley Formation, Reservoir A, in the Caspiana Field, Caddo Parish, Louisiana:

1. To permit Applicant to drill, designate and utilize a substitute unit well and an alternate unit well for CV RA SU60 at the locations shown on an attached plat.
2. To permit Applicant to drill, designate and utilize an alternate unit well for HOSS RA SU60 at the location shown on an attached plat.
3. To find that each of the proposed wells is necessary to efficiently and economically drain a portion of the Hosston Formation, Reservoir A, underlying HOSS RA SU60, and a portion of the Cotton Valley Formation, Reservoir A, underlying CV RA SU60, which cannot be efficiently and economically drained by any existing well on these units.
4. To designate Applicant as Operator of HOSS RA SU60 and of CV RA SU60.
5. To permit Applicant to combine downhole production from the Hosston Formation, Reservoir A, with production from the Cotton Valley Formation, Reservoir A, in the wellbore of any existing or future wells located on HOSS RA SU60 and CV RA SU60 in which the interests in these units are identical.
6. To discuss such other matters as may be pertinent to this application.

The Hosston Formation, Reservoir A, in the Caspiana Field, Caddo and DeSoto Parishes, Louisiana, is defined in Office of Conservation Order No. 191-B, effective April 15, 1975.

Honorable James H. Welsh
August 9, 2004
Page 2

The Cotton Valley Formation, Reservoir A, in the Caspiana Field, Caddo and DeSoto Parishes, Louisiana, is defined in Office of Conservation Order No. 191-A, effective February 15, 1975.

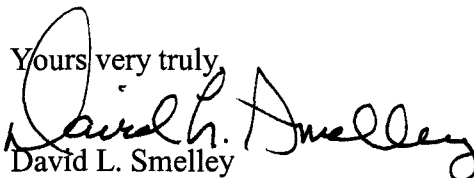
Pertinent data concerning this application is available for inspection at the offices of Louis F. Gilbert & Associates, Inc., 3636 N. Causeway Boulevard, Suite 204, Metairie, Louisiana 70002-7216. Any person wishing to inspect such data should call Mr. Gilbert at (504) 834-8112 during normal business hours in order to arrange a date and time for such inspection. A copy of any such data which is not otherwise available at the Office of Conservation can be obtained from Applicant at the expense of the requesting party.

As provided by the Revised Rules of Procedure, the subject matter of this application does not require the issuance of a pre-application notice; therefore, no such notice has been issued.

Pursuant to the aforesaid Rules of Procedure, Applicant has made a reasonable effort to obtain the names and addresses of all Interested Owners, Represented Parties and Interested Parties to whom notice of this application is being sent and has attached hereto a list of the names and addresses of such parties. A copy of this letter, and of each of the attached plats, is being sent to the District Manager of the Shreveport District of the Office of Conservation and to the Interested Owners, Represented Parties and Interested Parties, as shown on the attached list.

Applicant will provide for posting of a copy of the Legal Notice of this hearing, and the enclosed plats, at a prominent place in the area affected and will cause publication of the Legal Notice in a newspaper published in the general area of Caspiana Field, all in accordance with the Revised Rules of Procedure. Furthermore, Applicant will mail a copy of the Legal Notice to all Interested Owners, Represented Parties and Interested Parties promptly upon receipt of the Legal Notice from the Commissioner.

Finally, we enclose a check payable to the Commissioner of Conservation for the application fee.

Yours very truly,

David L. Smelley

-- Attorney for Matador Production Company

DLS:dp
Enclosures

cc: Mr. Jim Broussard (w/encls.)
Mr. John Durham (w/encls.)
Mr. Louis Gilbert (w/encls.)
Interested Owners, Represented
Parties and Interested Parties (w/plats only)

dls/app/caspiana20.application.wpd

T-15-N, R-12-W

J-W OPERATING
(TENNECO)
EGAN-WEBB



HOSS RA SU 54

21

J-W OPERATING
ELLERBE HEIRS 21



J-W OPERATING
SAM SMITH 21
1-ALT
9430

1 J-W OPERATING
(TENNECO)
CASPIANA PLANTATION
9620

HOSS RA SU 55

22

1 J-W OPERATING
LEVEE BOARD 22
9688

HOSS RA SU 56

23

1 J-W OPERATING
SAM W SMITH
9860

28

HOSS RA SU 61

1 ZADECK
ELSTON SMITH
7590
1 MATADOR
C E SMITH HEIRS

J-W OPERATING
(BASS)
C E SMITH



BIG WEST
ELLERBE



27

HOSS RA SU 60

3284' FNL
736' FWL

HOSS RA SU 59

26

1 DEVON
C L HUCKABEE etal 33
9850

33

HOSS RA SU 64

HOSS RA SU 65

34

HOSS RA SU 66

35

1 DEVON
MARY CALHOUN 4

3

4
**HOSS RA
SU 77**

4

LEGEND

..... -AS PER 191-B SERIES OF ORDERS



-UNIT WELL



-ALTERNATE UNIT WELL



-PROPOSED ALTERNATE UNIT WELL

WELLS LESS THAN 5000'
REMOVED FROM BASE

EXHIBIT NO.

DOCKET NO. 04-

MATADOR PRODUCTION COMPANY

CASPIANA FIELD

CADDO & DESOTO PARISHES, LOUISIANA

PROPOSED ALTERNATE UNIT WELL PLAT

HOSS RA SU 60

0' 1000' 2000' 4000'

LOUIS GILBERT & ASSOCIATES, INC.

T-15-N, R-12-W

